

STATE OF NEW JERSEY
DEPARTMENT OF LAW & PUBLIC SAFETY

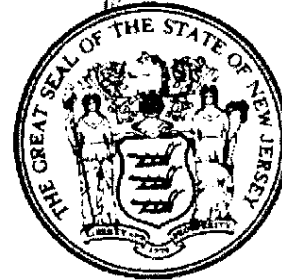
FILED

DEC 01 2009

DIVISION OF CONSUMER AFFAIRS

Division of Consumer Affairs

In the Matter of
Ricky J. Mirkovic,
Respondent.



Administrative Action

CONSENT ORDER

This matter having been opened by the New Jersey Division of Consumer Affairs, Office of Consumer Protection ("Division"), as an investigation to determine whether violations of the New Jersey Consumer Fraud Act, N.J.S.A. 56:8-1 et seq. ("CFA"), and the New Jersey Racketeer Influenced and Corrupt Organizations Act, N.J.S.A. 2C:41-4(b) et seq. ("New Jersey Civil RICO Act") have been committed by the Respondent, Ricky J. Mirkovic, in connection with the Respondent's actions as the named purchaser and borrower on four (4) residential loan applications more fully described in Exhibit A attached hereto ("the Four Mortgage Loans"), (hereinafter referred to as the "Investigation"); and

WHEREAS the Respondent has voluntarily and fully cooperated with the Division, and provided information to assist the Investigation;

WHEREAS the Division and Respondent (collectively, the

"Parties") have reached an amicable agreement thereby resolving the issues in controversy with respect to the Respondent and concluding this matter without the need for further action, including formal civil legal proceedings, against him;

WHEREAS the Respondent denies having committed any violation of law including, but not limited to, the CFA or New Jersey Civil RICO Act, and acknowledges that he has been informed of his right to have any and all such claims by the Division adjudicated in Superior Court before a civil administrative penalty is imposed; and

WHEREAS the Parties enter into this Consent Order to avoid the expenses and uncertainty associated with further investigation and/or litigation,

IT IS HEREBY ORDERED AND AGREED AS FOLLOWS:

EFFECTIVE DATE

1. This Consent Order shall be effective on the date that it is filed with the Division ("Effective Date").

DEFINITIONS

2. As used in this Consent Order, the following words or terms shall have the following meanings, which meanings shall apply wherever the words and terms appear in this Settlement:

a) "Attorney General" shall refer to the Attorney General of the State of New Jersey and the Office of the Attorney General of the State of New Jersey.

b) "Consumer" shall refer to any Person, defined in accordance with N.J.S.A. 56:8-1(d), who is offered Merchandise, defined in accordance with N.J.S.A. 56:8-1(c), for Sale, defined in accordance with N.J.S.A. 56:8-1(e).

c) "Division" or "Division of Consumer Affairs" shall refer to the New Jersey Division of Consumer Affairs.

INJUNCTIVE RELIEF

3. Respondent shall not knowingly misrepresent, conceal, suppress and/or omit any material fact in connection with any purchase or sale of real estate within the State of New Jersey, and shall comply with all applicable State and/or Federal laws, rules and regulations as now constituted or as may hereafter be amended, including, but not limited to, the CFA or the New Jersey Civil RICO Act.

SETTLEMENT AMOUNT

4. The Parties have agreed to a settlement of the matter as to Respondent in the amount of Twenty Thousand and Zero Dollars (\$20,000.00) (the "Settlement Amount"), which is comprised of the value of goods and/or services received by the Respondent in connection with his participation as purchaser and borrower on the Four Mortgage Loans, civil monetary penalties, and partial reimbursement to the Division for legal and investigative costs.

5. Contemporaneous with the execution of this Consent Order, Respondent shall remit to Plaintiffs an initial payment in the amount of One Thousand Dollars (\$1,000.00). Payment of this portion of the Settlement Amount shall be tendered in certified funds made payable to "New Jersey Division of Consumer Affairs" and forwarded to:

Wendy Leggett Faulk
Deputy Attorney General
State of New Jersey
Office of the Attorney General
Department of Law and Public Safety
Division of Law
Affirmative Litigation Section
124 Halsey Street - 5th Floor
P.O. Box 45029
Newark, New Jersey 07101

6. Upon payment, Respondent shall immediately be fully divested of any interest in, or ownership of, the monies paid and all interest in the monies, and any subsequent interest or income derived therefrom, shall inure entirely to the benefit of the Division pursuant to the terms herein.

7. Beginning November 15, 2009, and continuing thereafter on the fifteenth day of the next nineteen (19) consecutive months, Respondent shall remit to the Division payment in the amount of One Thousand Dollars (\$1,000.00). Payment of this portion of the Settlement Amount shall be tendered in certified funds made payable to "New Jersey Division of Consumer Affairs" and forwarded to:

Jennifer Micco, Supervising Investigator
Office of Consumer Protection
Division of Consumer Affairs
124 Halsey Street - 7th Floor
P.O. Box 45025
Newark, New Jersey 07101

8. The Division has relied on the representations made by Respondent, individually, in the attached Certification, and/or through his counsel, regarding Respondent's conduct and financial gain in connection with his participation as purchaser and borrower on the Four Mortgage Loans. If the Division determines that any material representation made by Respondent in this regard was false in any respect, it may, upon prior written notice to Respondent, set aside this Consent Order, seek sanctions for violation hereof, and/or pursue any and all claims the Division may have against Respondent. In such event, Respondent shall be precluded from asserting any time defenses.

9. In the event Respondent fails to comply with the terms and conditions of this Consent Order, the Division shall provide Respondent with the specific details of the alleged noncompliance and Respondent shall be afforded a reasonable period within which to cure any such noncompliance. In the event of Respondent's failure to cure any such noncompliance, the Division may move on notice or by Order to Show Cause to have a Judgment entered for the outstanding portion of the Settlement Amount, which the Respondent shall have the right to oppose. The Division (or

designated representative) shall have the authority to enforce the provisions of this Consent Order, or to seek sanctions for violations hereof, or both.

COOPERATION

10. As a material condition of this Consent Order, the Respondent shall fully and promptly cooperate with the Division and/or its representatives in court, administrative proceedings, settlement negotiations, any preparations therefore, and any investigations regarding the subject matter of the Investigation. Such cooperation shall include, without limitation and without subpoena:

- a) Voluntary production of all documents or other tangible evidence requested which has not already been produced to the Division;
- b) Voluntary and prompt attendance at all proceedings at which the Respondent's presence and/or testimony is requested by the Division, where the Respondent shall give voluntary forthright and complete testimony;
- c) Voluntary, forthright and complete responses to all inquiries from the Division to the Respondent; and
- d) Diligent, reasonable and good faith efforts to assist any Consumer who previously owned a property listed in Exhibit A in reacquiring title to said property.

11. For any and all Consumers who receive payment out of the Settlement Amount, the Division shall promptly provide Respondent with a letter identifying the Consumers and the amount paid to each.

RELEASE

12. In consideration of the payments, undertakings, mutual promises and obligations provided for in this Consent Order, and expressly conditioned on Respondent remitting the Settlement Amount as required herein, the Division hereby agrees to release Respondent from any and all civil and administrative claims which the Division brought or could have brought prior to the Effective Date against Respondent for violations of the CFA or the New Jersey Civil RICO Act in connection with his participation as purchaser and borrower on the Four Mortgage Loans specifically addressed by this Consent Order (the "Released Claims").

13. Notwithstanding any term of this Consent Order, the following do not comprise Released Claims: (a) private rights of action by Consumers against the Respondent, provided however, that nothing herein shall prevent Respondent from raising the defense of set-off against any Consumer who has received payment out of the Settlement Amount; (b) actions to enforce this Consent Order; or (c) any claims against Respondent by any other agency or subdivision of the State.

GENERAL PROVISIONS

14. This Consent Order is entered into by the Parties as their own free and voluntary act and with full knowledge and

understanding of the obligations and duties imposed hereby.

15. This Consent Order shall be governed by, and construed and enforced in accordance with, the laws of this State.

16. This Consent Order contains the entire agreement among the Parties, and shall be modified only by a written instrument signed by or on behalf of Division and Respondent.

17. Except as otherwise explicitly provided for in this Consent Order, nothing herein shall be construed to limit the authority of the Attorney General to protect the interests of the State or the people of the State.

18. The monetary relief in this Consent Order is imposed pursuant to the police and regulatory powers of the State of New Jersey for the enforcement of the law and the protection of the public welfare, and is not intended to constitute a debt which may be limited or discharged in a bankruptcy proceeding.

19. If any portion of this Consent Order is held invalid or unenforceable by operation of law, the remaining terms thereof shall not be affected.

20. This Consent Order shall be binding upon the Parties and their successors in interest. In no event shall assignment of any right, power or authority under this Consent Order avoid compliance herewith.

21. Unless otherwise prohibited by law, any signatures by the Parties required for entry of this Consent Order may be

executed in counterparts, each of which shall be deemed an original, but all of which shall together be one and the same Consent Order.

COMPLIANCE WITH ALL LAWS

22. Except as provided in this Consent Order, no provision herein shall be construed as:

a) Relieving Respondent of his obligations to comply with all State and Federal laws, regulations or rules, as now constituted or as may hereafter be amended, or as granting permission to engage in any acts or practices prohibited by any such laws, regulations or rules; or

b) Limiting or expanding any right the Division may otherwise have to obtain information, documents or testimony from Respondent pursuant to any State or Federal law, regulation or rule, as now constituted or as may hereafter be amended, or limiting or expanding any right Respondent may otherwise have pursuant to any State or Federal law, regulation or rule, to oppose any process employed by the Division to obtain such information, documents or testimony.

NOTICES UNDER THIS SETTLEMENT

23. Until such time as the Respondent's obligations are fulfilled under this Consent Order, Respondent shall promptly advise the Division's counsel of the address of his residence, whether in the United States or abroad, should that address differ from his residence as of the Effective Date hereof.

24. Except as otherwise provided herein, any notices or other documents required to be sent to the Parties pursuant to this Consent Order shall be sent by any nationally recognized

courier service that provides for tracking services and identification of the person signing for the documents. The notices and/or documents shall be sent to the following addresses:

For the Division:

Executive Director
Division of Consumer Affairs
State of New Jersey
Office of the Attorney General
Department of Law and Public Safety
124 Halsey Street - 7th Floor
P.O. Box 45028
Newark, New Jersey 07101

For the Respondent:

John J. Stern, Esq.
32 Mercer Street
Hackensack, NJ 07601
201-968-0400

If the Respondent is no longer represented by counsel above, notice is to be provided to the Respondent's last known address, which, as of the Effective Date is:

68 Regency Circle, Englewood, NJ

IT IS ON THE 15th DAY OF Dec. 2009 SO ORDERED.

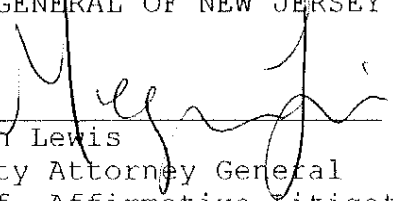
ANNE MILGRAM
ATTORNEY GENERAL OF NEW JERSEY

By: 
DAVID SZUCHMAN, ~~EXECUTIVE~~ DIRECTOR
DIVISION OF CONSUMER AFFAIRS

CONSENTED TO AS TO FORM, CONTENT
AND ENTRY OF ORDER:

FOR THE DIVISION:

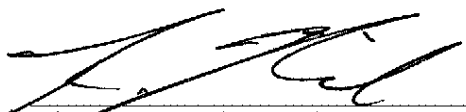
ANNE MILGRAM
ATTORNEY GENERAL OF NEW JERSEY

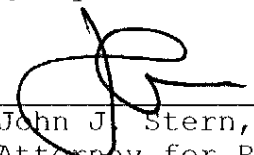
By:  Dated: 11/16/09
Megan Lewis
Deputy Attorney General
Chief, Affirmative Litigation Section

124 Halsey Street - 5th Floor
P.O. Box 45029
Newark, New Jersey 07101
Telephone: (973) 648-2500

FOR THE RESPONDENT:

RICKY J. MIRKOVIC

By:  Dated: 10/16/09
Ricky J. Mirkovic

By:  Dated: 10/16/09
John J. Stern, Esq.
Attorney for Respondent